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owned small business concerns' subcontracting incentives. They can take many forms, from a fully quantified schedule of payments based on actual subcontract achievement to an awardfee approach employing subjective evaluation criteria (see paragraph (c)(3) of this section). The incentive should not reward the contractor for results other than those that are attributable to the contractor's efforts under the incentive subcontracting program.

(3) As specified in paragraph (c)(2) of this section, the contracting officer may include small business, veteranowned small business, service-disabled veteran-owned small business, HUBZone small business, and womenowned small business subcontracting as one of the factors to be considered in determining the award fee in a costplus-award-fee contract; in such cases, however, the contracting officer shall not use the clause at 52.219–10, Incentive Subcontracting Program.

[48 FR 42240, Sept. 19, 1983]

EDITORIAL NOTE: For FEDERAL REGISTER citations affecting section 19.708, see the List of CFR Sections Affected, which appears in the Finding Aids section of the printed volume and at www.fdsys.gov.

Subpart 19.8—Contracting With the Small Business Administration (the 8(a) Program)

Source: 54 FR 46005, Oct. 31, 1989, unless otherwise noted.

19.800 General.

- (a) Section 8(a) of the Small Busines Act (15 U.S.C. 637(a)) established a program that authorizes the Small Business Administration (SBA) to enter into all types of contracts with other agencies and let subcontracts for performing those contracts to firms eligible for program participation. The SBA's subcontractors are referred to as $\delta(a)$ contractors.
- (b) Contracts may be awarded to the SBA for performance by eligible 8(a) firms on either a sole source or competitive basis.
- (c) When, acting under the authority of the program, the SBA certifies to an agency that the SBA is competent and

responsible to perform a specific contract, the contracting officer is authorized, in the contracting officer's discretion, to award the contract to the SBA based upon mutually agreeable terms and conditions.

- (d) The SBA refers to this program as the 8(a) Business Development (BD) Program.
- (e) Before deciding to set aside an acquisition in accordance with subpart 19.5, the contracting officer may consider offering the acquisition to a small business under the 8(a) Program in accordance with 19.203.
- (f) When SBA has delegated its 8(a) Program contract execution authority to an agency, the contracting officer must refer to its agency supplement or other policy directives for appropriate guidance.

[54 FR 46005, Oct. 31, 1989, as amended at 63 FR 70272, Dec. 18, 1998; 64 FR 32743, June 17, 1999; 64 FR 51832, Sept. 24, 1999; 69 FR 25278, May 5, 2004; 75 FR 77730, Dec. 13, 2010; 76 FR 14568, Mar. 16, 2011]

19.801 [Reserved]

19.802 Selecting concerns for the 8(a) Program.

Selecting concerns for the 8(a) Program is the responsibility of the SBA and is based on the criteria established in 13 CFR 124.101–112.

[48 FR 42240, Sept. 19, 1983, as amended at 64 FR 32744, June 17, 1999]

19.803 Selecting acquisitions for the 8(a) Program.

Through their cooperative efforts, the SBA and an agency match the agency's requirements with the capabilities of 8(a) concerns to establish a basis for the agency to contract with the SBA under the program. Selection is initiated in one of three ways—

- (a) The SBA advises an agency contracting activity through a search letter of an 8(a) firm's capabilities and asks the agency to identify acquisitions to support the firm's business plans. In these instances, the SBA will provide at least the following information in order to enable the agency to match an acquisition to the firm's capabilities.
- (1) Identification of the concern and its owners.